



GAIL FARBER, Director

**COUNTY OF LOS ANGELES
DEPARTMENT OF PUBLIC WORKS**

"To Enrich Lives Through Effective and Caring Service"

900 SOUTH FREMONT AVENUE
ALHAMBRA, CALIFORNIA 91803-1331

<http://dpw.lacounty.gov>

ADDRESS ALL CORRESPONDENCE TO:
P.O. BOX 1450
ALHAMBRA, CALIFORNIA 91802-1450

April 08, 2014

The Honorable Board of Supervisors
County of Los Angeles
383 Kenneth Hahn Hall of Administration
500 West Temple Street
Los Angeles, California 90012

Dear Supervisors:

ADOPTED

BOARD OF SUPERVISORS
COUNTY OF LOS ANGELES

#61 of June 4, 2014

Sachi A. Hamai
SACHI A. HAMAI
EXECUTIVE OFFICER

**COUNTY IMPROVEMENT DISTRICT NO. 2661-M
CARROLL DRIVE SEWERS
UNINCORPORATED COMMUNITY OF ALTADENA
(SUPERVISORIAL DISTRICT 5)
(4 VOTES)**

SUBJECT

This action is to proceed with the formation of County Improvement District No. 2661-M, Carroll Drive Sewers, for construction of the sanitary sewers to serve 13 properties located in the unincorporated community of Altadena to be financed through the sale of bonds secured by special assessments levied on the benefited properties.

IT IS RECOMMENDED THAT THE BOARD:

1. Direct the Executive Officer to file the boundary map of County Improvement District No. 2661-M, Carroll Drive Sewers, in the Board's office to endorse the certificate on the map and to file the map in the Registrar-Recorder/County Clerk office within 15 days, hence, in accordance with the provisions of Section 3110, et seq. Division 4.5, of the California Streets and Highways Code.
2. Consider and approve, with any desired modifications, the Engineer's Report prepared pursuant to the provisions of Sections 10203 and 10204, Division 12, of the California Streets and Highways Code.

#61

C JUN 4 2014

3. Adopt the resolution of intention for construction of sanitary sewers in the unincorporated community of Altadena approving the boundary map that describes the boundaries of County Improvement District No. 2661-M, Carroll Drive Sewers, that will benefit from construction of such sanitary sewers and provide for the issuance of 1915 Act Limited Obligation Improvement Bonds to finance the construction of the project.
4. Adopt the resolution setting time and place for public hearing; setting a hearing date no sooner than 45 days from today's date regarding the formation of County Improvement District No. 2661-M, Carroll Drive Sewers; levying of annual assessments on properties benefiting from the construction of sanitary sewers; and finding of public convenience and necessity.
5. Direct the Director of Public Works or her designee to cause notice of the public hearing to be sent by mail to the record owner of each of the properties identified that will benefit from construction of the sewers at least 45 days before the set hearing date pursuant to the California Government Code Section 53753, including assessment ballots.
6. Direct the Executive Officer to publish notice of the public hearing and cause notices of the public hearing to be posted in accordance with Section 4.56 of the County of Los Angeles Code.

AFTER THE PUBLIC HEARING, IT IS RECOMMENDED THAT THE BOARD:

1. Order changes, if needed, in any of the matters provided in the Engineer's Report, including changes in the improvements, the proposed diagrams, or the proposed assessments.
2. Instruct the Executive Officer of the Board to tabulate the assessment ballots submitted, and not withdrawn, in favor of or in opposition to the proposed assessments.
3. Determine whether a majority protest against the proposed assessment exists and, if a majority protest exists then terminate the formation of County Improvement District No. 2661-M, Carroll Drive Sewers, and refer the matter back to Public Works.
4. If there is no majority protest against the proposed assessments:
 - a. Find that the proposed project is categorically exempt from the provisions of the California Environmental Quality Act.
 - b. Find that public convenience and necessity require construction of sanitary sewers to benefit the properties in County Improvement District No. 2661-M, Carroll Drive Sewers, and adopt the resolution confirming assessment and ordering improvements.
5. Direct the Executive Officer of the Board to file the assessments diagram and notice of assessment in the Registrar-Recorder/County Clerk office.
6. Instruct the Director of Public Works to implement the proposed improvements as set forth in the adopted resolution of intention and resolution confirming assessments and ordering improvements.

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION

The project involves construction of sanitary sewers in Carroll Drive in the unincorporated community of Altadena to service 13 parcels. The project area is located north of Mendocino Street and east of Braeburn Road. The proposed sewers consist of approximately 467 linear feet of 8-inch mainline sewers, 325 linear feet of 6-inch sewer laterals from the mainline to the private property lines, two sewer manholes, and the restoration of existing improvements.

The purpose of the recommended actions is to facilitate the formation of County Improvement District No. 2661-M for construction of a sanitary sewer system for the project area and provide for the issuance of 1915 Act Limited Obligation Improvement Bonds to fund the improvements that will be repaid with assessments levied upon parcels within the district that benefit from the improvements. According to the enclosed Engineer's Report, the anticipated maximum assessment attributable to each benefited property will be \$4,550 per year, for a total of 20 years beginning in Fiscal Year 2015-16. The actual assessments will be based on actual costs and may be lower as a result of favorable bids received for construction costs and lower interest rates in the capital markets.

Public Works received a petition from homeowners along Carroll Drive to form a County Improvement District to provide a mainline sewer system for their community. Residents are presently served by septic tanks and cesspools of which many are old and problematic.

Public Works surveyed the property owners within the proposed district to determine community support for the project. Thirteen surveys were mailed, one to each assessable parcel owner within the proposed district. The survey provided information on the estimated total project cost and a preliminary estimate of each property's assessment. Nine responses were received in support of the project with three in opposition and one nonresponsive to the survey. Because the favorable responses represented over 60 percent of the assessable area within the proposed district, this met the criteria for proceeding with the project.

On October 4, 2011, the Board approved a resolution instituting proceedings and directed preparation of a resolution of intention for the assessment district designated as County Improvement District No. 2661-M, Carroll Drive Sewers, in accordance with the Municipal Improvement Act of 1913, Section 10000 et seq. of the Streets and Highways Code. In response to this directive, Public Works prepared the resolution of intention for adoption by the Board, declaring the Board's intention to order the proposed improvements, describing the boundaries of the proposed improvement district, and providing for the issuance of 1915 Act Limited Obligation Improvement Bonds to fund the proposed improvements. Public Works also retained Willdan Financial Services to prepare the Engineer's Report.

Implementation of Strategic Plan Goals

This Countywide Strategic Plan directs the provision of Integrated Services Delivery (Goal 3) as the project provides public works infrastructure services that improve the quality of life for County residents.

FISCAL IMPACT/FINANCING

Funding for preparation of the Engineer's Report, estimated to be \$24,000, is included in Fiscal Year 2013-14 Public Works General Fund budget. Public Works General Fund will be reimbursed with proceeds generated from assessments to the benefited property owners and the sale of 1915 Act Limited Obligation Improvement Bonds. The Board's approval of the resolutions will not result in any direct fiscal impact on the County.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS

The enclosed Resolution of Intention, Resolution Setting Time and Place for Public Hearing, Resolution Confirming Assessment and Ordering Improvements, as well as all required notices have been reviewed and approved, as to form, by County Counsel.

These proceedings are governed by Chapter 3 of the Municipal Improvement Act of 1913, Section 10000 et seq. of the Streets and Highways Code, Article XIID, of the California State Constitution (Proposition 218 approved by California voters in November 1996), and Section 53753 of the California Government Code.

In order to form the improvement district for construction of the proposed improvements and to levy assessments on the benefited property owners, the Board must hold a public hearing to hear and consider all protests regarding the formation of the district; construction of the proposed improvements; and levying of proposed assessments on the benefited parcels. In accordance with Section 4.56 of the County of Los Angeles Code, the Board must also find and determine whether the public convenience and necessity require the proposed improvements.

Section 53753 of the California Government Code and Proposition 218 (Article XIID, Section 4 of the California Constitution) require that notice of the public hearing and assessment ballot be mailed to the owner of each parcel on which the proposed assessment will be imposed at least 45 days in advance of the public hearing. If a weighted majority of the ballots returned are opposed to the proposed assessment, then the proposed assessment cannot be imposed. Public Works will mail out such notices and assessment ballots. On April 17, 2013, Public Works also conducted a community meeting presenting the proposed project.

The Executive Officer is required to cause the notice of the time, date, and place of a public hearing, which is enclosed as Exhibit A, to be published pursuant to Section 4.56 of the County of Los Angeles Code. In addition, the Executive Officer is also required to post notices pursuant to Section 10302-10303 of the Municipal Improvement Act of 1913. Public Works will assist the Executive Officer of the Board to post the required notices.

If, after the public hearing, there is no majority protest and the Board determines that the proposed improvements are required by public convenience and necessity, then that Board may order the formation of the improvement district and construction of the proposed improvements and impose the special assessment.

ENVIRONMENTAL DOCUMENTATION

This project is categorically exempt from the California Environmental Quality Act pursuant to Section 15303(d) and (f) of the California Environmental Quality Act Guidelines and Class 3(c) of the Environmental Reporting Procedures and Guidelines adopted by the Board. These exemptions provide for construction of local sewage system facilities, particularly when they are within existing roadways in urbanized areas. In addition, the project is not in a sensitive environment and there are no cumulative impacts, unusual circumstances, or other limiting factors that would make the exemption inapplicable based on the project records. A Notice of Exemption form will be filed with the Registrar-Recorder/County Clerk office following the public hearing if there is no majority protest and the Board approves the recommended actions.

IMPACT ON CURRENT SERVICES (OR PROJECTS)

As a result of this project, reliable sanitary sewer services will be provided.

CONCLUSION

Please return one adopted copy of this letter and two originals of the resolutions to the Department of Public Works, Programs Development Division and the Treasurer and Tax Collector; and two copies of the resolutions to the Auditor-Controller and County Counsel.

Respectfully submitted,



GAIL FARBER
Director

GF:JTW:IK

Enclosures

c: Auditor-Controller
Chief Executive Office (Rita Robinson)
County Counsel
Executive Office
Treasurer and Tax Collector

**COUNTY IMPROVEMENT DISTRICT NO. 2661-M
CARROLL DRIVE SEWERS PROJECT FOR THE
CONSTRUCTION OF SANITARY SEWERS RESOLUTION
CONFIRMING ASSESSMENT AND ORDERING IMPROVEMENTS MADE**

WHEREAS, the Board of Supervisors (the Board) of the County of Los Angeles, State of California, did on APRIL 8, 2014, adopt a Resolution of Intention under the Municipal Improvement Act of 1913, Division 12, Section 10000 et seq. of the California Streets and Highways Code (1913 Act) for the construction of sanitary sewers on Carroll Drive in the unincorporated community of Altadena and formation County Improvement District No. 2661-M, Carroll Drive Sewers (CI 2661-M); and

WHEREAS, an engineer's report (the Engineer's Report) prepared pursuant to the 1913 Act and Article XIID, Section 4 of the California Constitution (Proposition 218), has been presented to and considered by this Board. The Engineer's Report includes, among other things, a diagram showing the properties that will be subject to the special assessment; the method of calculating special benefit to each parcel and assessment imposed on each benefited parcel and the maximum assessment to be imposed; and

WHEREAS, on April 17, 2013, a public meeting was conducted to receive additional public comments regarding the proposed improvement; and

WHEREAS, due notice of the time and place for hearing objections or protests to the proposed improvement and to the making of a finding and determination by the Board, pursuant to the 1913 Act and Part 2 of Chapter 4.56 of the County of Los Angeles Code has been published and posted as required by law, and notice of said hearings and assessment ballots have been mailed to the property owners in accordance with Proposition 218 and Section 53753 of the California Government Code; and

WHEREAS, on JUNE 4 2014, a public hearing was held in the manner required by the 1913 Act, Part 2 of Chapter 4.56 of the County of Los Angeles Code, and Section 53753 of the California Government Code and Proposition 218; and

WHEREAS, the Proposition 218 ballots of the property owners have been tabulated and it has been determined that the majority of ballots weighted by respective assessments are in favor of the assessments and the improvements; and

WHEREAS, this Board has heard and considered all objections or protests in relation to the proposed improvement and to determination of finding of public convenience and necessity.

The foregoing resolution was adopted on the 4th day of June, 2014, by not less than a four-fifth vote of all members of the Board of Supervisors of the County of Los Angeles and ex-officio of the governing body of all other special assessments and taxing districts, agencies, and authorities for which said Board so acts.



SACHI A. HAMAI
Executive Officer of the
Board of Supervisors of the
County of Los Angeles

S

By [Signature]

APPROVED AS TO FORM:

JOHN F. KRATTLI
County Counsel

By [Signature]
Deputy



GAIL FARBER, Director

COUNTY OF LOS ANGELES DEPARTMENT OF PUBLIC WORKS

"To Enrich Lives Through Effective and Caring Service"

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ADDRESS ALL CORRESPONDENCE TO:
P.O. BOX 1460
ALHAMBRA, CALIFORNIA 91802-1460

ADOPTED

BOARD OF SUPERVISORS
COUNTY OF LOS ANGELES

April 08, 2014

The Honorable Board of Supervisors
County of Los Angeles
383 Kenneth Hahn Hall of Administration
500 West Temple Street
Los Angeles, California 90012

#33

April 8, 2014

Sachi A. Hamai
SACHI A. HAMAI
EXECUTIVE OFFICER

SET: May 27, 2014 @ 1:00 p.m.

Dear Supervisors:

COUNTY IMPROVEMENT DISTRICT NO. 2661-M CARROLL DRIVE SEWERS UNINCORPORATED COMMUNITY OF ALTADENA (SUPERVISORIAL DISTRICT 5) (4 VOTES)

SUBJECT

This action is to proceed with the formation of County Improvement District No. 2661-M, Carroll Drive Sewers, for construction of the sanitary sewers to serve 13 properties located in the unincorporated community of Altadena to be financed through the sale of bonds secured by special assessments levied on the benefited properties.

IT IS RECOMMENDED THAT THE BOARD:

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2. Consider and approve, with any desired modifications, the Engineer's Report prepared pursuant to the provisions of Sections 10203 and 10204, Division 12, of the California Streets and Highways Code.

3. Adopt the resolution of intention for construction of sanitary sewers in the unincorporated community of Altadena approving the boundary map that describes the boundaries of County Improvement District No. 2661-M, Carroll Drive Sewers, that will benefit from construction of such sanitary sewers and provide for the issuance of 1915 Act Limited Obligation Improvement Bonds to finance the construction of the project.
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FISCAL IMPACT/FINANCING

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If, after the public hearing, there is no majority protest and the Board determines that the proposed improvements are required by public convenience and necessity, then that Board may order the formation of the improvement district and construction of the proposed improvements and impose the special assessment.

ENVIRONMENTAL DOCUMENTATION

This project is categorically exempt from the California Environmental Quality Act pursuant to Section 15303(d) and (f) of the California Environmental Quality Act Guidelines and Class 3(c) of the Environmental Reporting Procedures and Guidelines adopted by the Board. These exemptions provide for construction of local sewage system facilities, particularly when they are within existing roadways in urbanized areas. In addition, the project is not in a sensitive environment and there are no cumulative impacts, unusual circumstances, or other limiting factors that would make the exemption inapplicable based on the project records. A Notice of Exemption form will be filed with the Registrar-Recorder/County Clerk office following the public hearing if there is no majority protest and the Board approves the recommended actions.

IMPACT ON CURRENT SERVICES (OR PROJECTS)

As a result of this project, reliable sanitary sewer services will be provided.

CONCLUSION

Please return one adopted copy of this letter and two originals of the resolutions to the Department of Public Works, Programs Development Division and the Treasurer and Tax Collector; and two copies of the resolutions to the Auditor-Controller and County Counsel.

Respectfully submitted,



GAIL FARBER

Director

GF:JTW:IK

Enclosures

c: Auditor-Controller
Chief Executive Office (Rita Robinson)
County Counsel
Executive Office
Treasurer and Tax Collector



County Improvement District No. 2661-M Carroll Drive Sewers

Engineer's Report

Intent Meeting:

Public Hearing:

27368 Via Industria
Suite 110
Temecula, CA 92590
T 951.587.3500 | 800.755.686
F 951.587.3510

www.willdan.com/financial



ENGINEER'S REPORT AFFIDAVIT
Formation of the

COUNTY IMPROVEMENT DISTRICT NO. 2661-M
CARROLL DRIVE SEWERS

And establishment of Assessments for said District

COUNTY OF LOS ANGELES, STATE OF CALIFORNIA

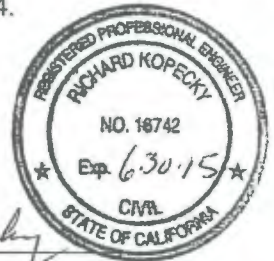
This Report and the enclosed budget, descriptions, and diagrams outline the proposed formation and establishment of assessments for the County Improvement District No. 2661-M, Carroll Drive Sewers, commencing in Fiscal Year 2015/2016. Said District includes each lot, parcel, and subdivision of land within the boundaries of said District as defined by the District Diagram contained herein as Part V. Reference is hereby made to the Los Angeles County Assessor's maps for a detailed description of the lines and dimensions of parcels within the County Improvement District. The undersigned respectfully submits the enclosed Report as directed by the County of Los Angeles Board of Supervisors.

Dated this 31st day of March, 2014.

Willdan Financial Services
Assessment Engineer
On Behalf of the County of Los Angeles

By: Jim McGuire
Jim McGuire
Senior Project Manager

By: Richard Kopecky
Richard Kopecky
R. C. E. # 16742



Approved By: John T. Walker
John T. Walker
R. C. E. # C 39995
Assistant Deputy Director



**ENGINEER'S REPORT
COUNTY IMPROVEMENT DISTRICT NO. 2661-M
CARROLL DRIVE SEWERS
CERTIFICATIONS**

I HEREBY CERTIFY that the enclosed Engineer's Report, together with the Assessment and Assessment Diagram thereto attached, was filed with me on the

8th day of April, 2014.

Sachia A. Hamai

Clerk of the Board of Supervisors,
County of Los Angeles, California

I HEREBY CERTIFY that the enclosed Engineer's Report, together with the Assessment and Assessment Diagram thereto attached, was approved and confirmed by the Board of Supervisors for the County of Los Angeles, California, on the

8th day of April, 2014.

Sachia A. Hamai

Clerk of the Board of Supervisors,
County of Los Angeles, California



TEST: SACHIA A. HAMAI
EXECUTIVE OFFICER
CLERK OF THE BOARD OF SUPERVISORS

By *[Signature]*, Deputy

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INTRODUCTION

Several homeowners residing along Carroll Drive have expressed a strong desire to form an assessment district for the purpose of extending and constructing an underground sewerage system. This proposed assessment district would fund in whole or in part through annual assessments, the capital costs associated with construction of the sewerage system within easements along Carroll Drive within the boundaries of the proposed district, incidental expenses associated with the administration of the district, and related bond financing costs.

The Board of Supervisors has initiated proceedings to establish a special benefit assessment district to be designated as the:

County Improvement District No. 2661-M, Carroll Drive Sewers

(hereafter referred to as “District”), for the purpose of providing a revenue source to fund the design, construction, and installation of the sewerage system within the boundaries of the district and expenses associated with connection of the newly constructed sewerage system to the existing sewerage system (collectively referred to as the “Improvements”) that will serve and provide special benefits to the properties within the boundaries of the District, and furthermore to finance the annual debt service obligation for bonds issued to fund such Improvements as well as various administration expenses and/or other incidental expenses as authorized pursuant to the Municipal Improvement Act of 1913 and the Improvement Bond Act of 1915.

Willdan, Assessment Engineer for the County Improvement District No. 2661-M, Carroll Drive Sewers, writes this report, as prescribed by the Board of Supervisors of the County of Los Angeles pursuant to the Municipal Improvement Act of 1913 (commencing with Section 10000 of the Streets and Highways Code), the Improvement Bond Act of 1915 (commencing with Section 8500 of the Streets and Highways Code of the State of California), the Special Assessment Investigation, Limitation, and Majority Protest Act of 1931 (commencing with Section 2800 of the Streets and Highways Code of the State of California), the Proposition 218 Omnibus Implementation Act (commencing with Section 53750 of the California Government Code), and in compliance with the terms and provisions of Article XIID of the California Constitution.

The Board of Supervisors proposes to form the District and to levy and collect annual assessments on the County tax rolls to fund the estimated cost and expenses associated with the proposed improvements that provide special benefit to properties assessed within the District as determined herein. The proposed annual assessments for this District shall be levied pursuant to the 1913 Act, and bonds may be issued pursuant to the 1915 Act. In conjunction with the authority of these legislative acts the proposed assessments will be made in compliance with the substantive and procedural requirements of the California State Constitution Article XIID (“California Constitution” or “Article XIID”). This Engineer’s Report (hereafter referred to as “Report”) has been prepared in connection with the formation of said District and the establishment of assessments to be levied and collected annually on the County Tax Rolls commencing in fiscal year 2015/2016. The District includes all lots and parcels of land within a defined boundary as shown on the District

Diagram included in this Report as Part V and further identified by the Los Angeles County Assessor's Office Assessor's Parcel Numbers listed in the Assessment Roll referenced in this Report as Part IV, as such Assessor's Parcel Numbers existed at the time this Report was prepared.

The word "parcel," for the purposes of this Report, refers to an individual property assigned its own Assessor's Parcel Number (APN) by the Los Angeles County Assessor's Office. The Los Angeles County Auditor/Controller uses Assessor's Parcel Numbers to identify properties to be assessed on the tax roll for the special benefit assessments described herein.

This Report describes the District and outlines the proposed purpose and estimated expenditures to be funded through annual assessments for the District to establish a maximum annual assessment that has been determined as necessary to support the District's proposed purpose and expenditures. The total District annual assessment presented herein is based on an estimated budget that reflects the revenues required to fund in whole or in part the capital costs associated with construction of the sewerage system and related administrative and financial costs.

As part of this District formation, the County shall conduct a property owner protest ballot proceeding for the proposed new special benefit assessments in accordance with the provisions of Government Code, Section 53753, and California Constitution, Article XIII D Section 4. In conjunction with this ballot proceeding, the Board of Supervisors shall conduct a public hearing to consider public testimonies, comments, and written protests regarding the formation of the District and levy of assessments. Upon conclusion of the public hearing, property owner protest ballots received will be opened and tabulated to determine whether majority protest exists (ballots shall be proportionally weighted based on each parcel's proposed assessment obligation). After all valid ballots have been tabulated the Board of Supervisors will confirm the results of the ballot tabulation and determine whether there is majority protest. If majority protest exists, the County shall abandon the formation of the District, and the proposed levy of assessments described herein. If majority protest does not exist, the Board of Supervisors may, by resolution, adopt this Report (as submitted or amended) including the assessment diagram; order the formation of the District; approve the levy and collection of the assessments including the assessment range formula as described herein; and order the improvements to be made. In such case, the assessments (as provided herein or as amended) shall be submitted to the County Auditor/Controller for inclusion on the property tax roll commencing in fiscal year 2015/2016.

PART I — PLANS AND SPECIFICATIONS

The following is a general description of the location and extent for the proposed works and improvements within the District boundaries. Although detailed plans and specifications for the construction and installation of the improvements have not been finalized, conceptual designs and plans have been utilized to establish the proposed improvements and estimate construction costs. Following formation of the District, the County will have prepared the final design plans and specifications in the detail necessary for the actual construction and installation of the improvements, and such plans and specifications shall be consistent with and may not exceed the available funding established in this Report. When finalized, these plans and specifications shall be placed on file in the office of the County of Los Angeles Department of Public Works.

Description of the District

The District generally includes thirteen (13) residential properties and one (1) public easement that is part of the roadway (Carroll Drive), generally bounded to the west by Brae-Burn Road and to the east by Rubio Wash. The parcels that comprise the District and a detailed listing of the Assessor's Parcel Numbers and corresponding proposed proportional assessments are summarized in Part IV – "Assessment Roll" of this Report. The boundaries of the District are identified within the Proposed Boundary Diagram attached herein as Part V.

The purpose of the District is to provide a revenue source to finance the design, construction, and installation of the sewerage system and expenses associated with connection of the newly constructed sewerage system to the existing sewerage system (collectively referred to as the "Improvements") that provide special benefits to properties within the District, including incidental expenses and debt service for any bond(s), loans, or other repayment plans incurred to finance capital improvements. The proposed plan and location of the sewerage construction and installation are generally described in this section. Detailed design plans and specifications for the improvements will be prepared by the County in the detail necessary for the actual construction and installation of the improvements following the formation of the District. These plans and specifications shall be on file in with the County of Los Angeles once they have been completed.

Description of Improvements

The Improvements provided within the District and for which parcels receive special benefits are generally described as follows:

- The planned improvements to the sewer system include the design, construction, and installation of approximately 467 linear feet of mainline local gravity flow (8-inch mainline vitrified clay pipe) sewer lines, approximately 325 linear feet of 6-inch VCP service lateral lines, 3 manhole structures, and replacement of roadway base and pavement over the resulting pipe trenches.

- The 8-inch diameter mainline gravity sewer will be constructed across property that is currently used for vehicular travel by the owners of the lots they cross. In order to install and maintain the public sewer and roadway improvements, a temporary construction easement of 8' and a permanent access easement of 12' has been obtained from the affected properties on the north side of Carroll Drive, and a 5' temporary construction easement from the properties on the south side of Carroll Drive from Brea- Burn Road to the easterly property line of Assessor Parcel Number 5846-021-038. The mainline gravity sewer will be constructed within the standard depth range of 7.5 to 20 feet deep. The excavations and related pavement removal will be re-compacted, graded for drainage, and street asphalt will be replaced with a suitable thickness for the roadway conditions in accordance with approval of the County.
- The 6-inch sewer laterals will be constructed from the mainline to the edge of roadway easements to facilitate property owner connections. Upon completion of these improvements, all parcels in the District will have the option to access the Los Angeles County Sanitation District (LACSD) sewerage system. Property owners who connect to the LACSD sewerage system will be responsible for constructing the extension of the lateral onto their private property, properly decommissioning and disposing of the existing septic systems, as well as paying any related Los Angeles County Consolidated Sewer Maintenance District connection fees.

The preliminary estimates for the proposed Improvements are detailed below:

ENGINEER'S REPORT
COUNTY IMPROVEMENT DISTRICT NO. 2661-M, CARROLL DRIVE SEWERS
Preliminary Construction Estimate

Construction Costs	Quantity	Unit	Unit Cost	Total Cost
Advertising	1	EA	\$25,000	\$25,000
Mobilization	1	LS	\$1,000	\$1,000
Office Facilities	1	LS	\$3,000	\$3,000
Shoring of Excavations	1	LS	\$27,000	\$27,000
8" VCP Mainline Sewer	467	LF	\$90	\$42,030
6" VCP Sewer Lateral	325	LF	\$60	\$19,500
Manholes	3	EA	\$12,000	\$36,000
Implementation of BMP's	1	LS	\$2,000	\$2,000
Traffic Control & Plan	1	EA	\$1,000	\$1,000
Restoration of Permanent Surfacing	1	LS	\$19,900	\$19,900
Construction Administration and Inspection	1	LS	\$20,000	\$20,000
Construction Cost Estimate				\$196,430
Add 15% contingency				\$29,465
Total Sewer Construction Costs				<u>\$225,895</u>

PART II — METHOD OF APPORTIONMENT

The 1913 Act permits the establishment of assessment districts by agencies for the purpose of providing certain public improvements. The Act further requires that the cost of these improvements be levied according to the benefit properties receive from the works of improvement. However, the law does not specify the method or formula that should be used to apportion the assessments in the Assessment District proceedings.

The structure of this District and the formula used for calculating special benefits within the District reflects the composition of the parcels and the improvements provided to fairly apportion the costs based on the estimated special benefit to each parcel. The County is required to identify all parcels which have special benefits conferred upon them and upon which an assessment will be imposed. The proportionate special benefit to each parcel shall be determined in relationship to the entirety of the public improvement.

The improvements to be provided by this District and for which properties are assessed, have been identified as improvements that provide a direct reflection and extension of the properties within the District and are considered to be essential components to the overall development and use of properties within the District. The assessments and method of apportionment described in this Report are based on the premise that the assessments will be used to construct the improvements within the District and the assessment revenues generated will be used solely for such purposes.

In conjunction with the provisions of the 1913 Act, the California Constitution Article XIID addresses several key criteria for the levy of assessments, notably:

- Article XIID Section 2d defines District as follows:

“District means an area determined by an agency to contain all parcels which will receive a special benefit from a proposed public improvement or property-related service”;

- Article XIID Section 2i defines Special Benefit as follows:

“Special benefit” means a particular and distinct benefit over and above general benefits conferred on real property located in the district or to the public at large. General enhancement of property value does not constitute “special benefit.”

- Article XIID Section 4a defines proportional special benefit assessments as follows:

“An agency which proposes to levy an assessment shall identify all parcels which will have a special benefit conferred upon them and upon which an assessment will be imposed. The proportionate special benefit derived by each identified parcel shall be determined in relationship to the entirety of the capital cost of a public improvement, the maintenance and operation expenses of a public improvement, or the cost of the property related service being provided. No assessment shall be imposed on any parcel which exceeds the reasonable cost of the proportional special benefit conferred on that parcel.”

The method of apportionment (method of assessment) set forth in the Report is based on the premise that each assessed property receives special benefits from the various improvements to be funded by the assessments, and the assessment obligation for each parcel reflects that parcel's proportional special benefits as compared to other properties that receive special benefits.

To identify and determine the proportional special benefit to each parcel within the District, it is necessary to consider the entire scope of the improvements provided as well as the properties that benefit from those improvements. The improvements and the associated costs described in this Report have been identified and allocated based on a benefit rationale and calculations that proportionally allocate the net cost of only those improvements determined to be of special benefit to properties within the District. The various public improvements and the associated costs have been identified as either "general benefit" (not assessed) or "special benefit".

Benefit Analysis

The Improvements will be available to serve all residential properties within the District boundaries and will only be available to properties within the District. There are several distinct direct and special benefits that will be provided to the properties within the District as a result of this work.

Benefits of the Sanitary Sewer Collection System

- The availability of the sewer system provides environmental, health, and safety benefits in that it eliminates potential sewage overflows, gray water discharge, and eliminates other health risks related to septic tanks and overflow ponds. Earthquakes, severe weather, and other natural disasters can catastrophically affect septic systems causing contamination of the surrounding environment and water table. The availability of the sewer system provides a health and safety benefit in that it reduces the potential of hazardous conditions related to septic systems such as exposure to harmful bacteria, viruses, and disease causing organisms, reduces the chance of an explosion due to exposure to the combustible gases present in septic systems, and reduces the chances of unauthorized, accidental, and potentially fatal access to the system.
- The sewer system will also improve the reliability of the sewer services received by properties in the District. Septic systems rely heavily on proper maintenance and upkeep. The implementation of the sewer system will help mitigate or eliminate the risks of septic system failure or collapse due to improper installation, poor maintenance, or aging infrastructure. The burden of maintenance will be taken away from the property owners within the District and will be maintained by the County of Los Angeles Department of Public Works Consolidated Sewer Maintenance District.
- Additionally, the sewer system will also enhance the long-term reliability and financial obligation associated with sewerage service to each property. With proper maintenance, the planned sewer system should have an expected life of between 75 – 150 years

while septic systems typically have an expected useful life of between 10 and 25 years and require significantly greater regular maintenance.

Exempt Parcels

- One (1) public easement parcel that is part of the Carroll Drive roadway within the boundary of the District (Assessor's Parcel Number 5846-021-903), will receive no benefit from the Sanitary Sewer Collection System and therefore will be exempt from the assessment. The sewerage system will be constructed within easements and may cross parcel number 5846-021-903, but a lateral will not service the parcel and the parcel will not receive the benefit of connecting to the system.

Method of Assessment

The method of assessment is determined by an analysis of the special benefit a property receives from the proposed expansion and construction of the sewer system. To assess benefits equitably it is necessary to relate each property's proportional special benefits to the special benefits of all other properties within the District. The method of apportionment established for most districts formed under the Municipal Improvement Act of 1913 utilizes a weighted method of apportionment known as an Equivalent Benefit Unit (EBU) methodology that uses a defined unit of measurement to calculate a basic unit of assessment. For each category of benefit, the following discussion identifies the parcels that benefit, the assignment of EBUs, and the related equations to determine a parcel's assessment. Collectively, the five categories of special benefit described below reflect the overall proportional special benefits that properties within the District will receive from the construction of the sewer system and the street improvements. The overall cost will be apportioned to these five categories of special benefit based on the weighted total of EBUs assigned to each category of benefit.

Sanitary Sewer Collection System

There are three categories of special benefit that properties within the District receive as a result of the construction of the sewer system. These three categories of benefit include: 1) the overall improved health and safety of the properties within the District, 2) improved reliability of sewer services through the expansion and construction of a sewer system to serve the lots and parcels of land within the District, and 3) improved financial stability for the property owners within the District.

The properties within the District consist of 13 residential parcels. Single-family residential parcels place the same estimated level of demand on the sewer system once connected and therefore receive the same benefit from the ability to connect to the system. Since all of the parcels have the same ability to use the sewer system, each parcel that will be or could be served by the sewer system receives the same special benefit from the three categories related to the sewer construction and identified above. The size of the property (acreage) or the size of the house (sq. ft.) has no bearing on any of the three categories of benefit identified. The level of safety, reliability, or improved financial stability does not change as the size of the parcel increases or decreases. The largest parcel in the District will receive

the same safety benefit as the smallest parcel. It will receive the same level of increased reliability and financial stability as the smallest parcel. Likewise, the level of benefit does not change depending on the linear frontage of the sewer line, the property value, or the location within the District as they each will have an equivalent connection to the system.

Category of Special Benefit	EBUs	Benefit Allocation
Improved Health and Safety	0.3333	33.330%
Improved Reliability	0.3333	33.330%
Improved Financial Stability	0.3334	33.340%
TOTAL	1.0000	100%

Therefore, all properties within the District that will be served or could be served by the sewer system will share equally in the total cost associated with each special benefit category and will be assigned one EBU (1.0).

CALCULATION OF A PARCEL'S ASSESSMENT FOR EACH CATEGORY

The following formula mathematically describes the way assessments are calculated.

$$\frac{\text{Total Benefit Assessment}}{\text{Total EBU's}} = \text{Assessment Rate per EBU}$$

Health and Safety

Assessment Rate per EBU x Parcel's Total Safety EBU's = Parcel's Health and Safety Assessment

Reliability

Assessment Rate per EBU x Parcel's Total Reliability EBU's = Parcel's Reliability Assessment

Financial Stability

Assessment Rate per EBU x Parcel's Total Financial Stability EBU's = Parcel's Financial Stability Assessment

Total Assessment

Parcel's (Health and Safety Assessment + Reliability Assessment + Financial Stability Assessment) = Parcel's Total Assessment

PART III —DISTRICT BUDGETS

The following budget outlines the estimated costs to design, construct, and install the sewer improvements described in this Report.

ENGINEER'S REPORT COUNTY IMPROVEMENT DISTRICT NO. 2661-M, CARROLL DRIVE SEWERS Preliminary Cost Estimate

Construction Costs	As Preliminarily Approved	As Confirmed and Approved
Advertising	\$25,000	
Mobilization	\$1,000	
Office Facilities	\$3,000	
Shoring of excavations	\$27,000	
8" VCP Mainline Sewer	\$42,030	
6" VCP Lateral Sewer	\$19,500	
Manholes	\$36,000	
Implementation of BMP's	\$2,000	
Traffic Control & Plan	\$1,000	
Restoration of Permanent Surfacing	\$19,900	
<u>Construction Administration and Inspection</u>	<u>\$20,000</u>	
<i>Construction Cost Estimate</i>	\$196,430	
Contingency	\$29,465	
Total Construction Costs:	\$225,895	
Incidental Expenses		
Survey & Mapping Management	\$98,000	
Design	\$16,600	
Flood Maintenance	\$3,800	
Utilities	\$5,000	
<u>Geotechnical Investigations</u>	<u>\$12,000</u>	
Total Incidental Costs:	\$135,400	
Total Construction & Incidental Expenses:	\$361,295	
County Improvement Costs		
Administration	\$14,000	
Consultant Assessment Services & Engineer's Report	\$24,000	
Bond Counsel	\$60,000	
Special Tax Consultant	\$5,000	
Trustee	\$1,500	
Auditor Controller Fee	\$1,000	
Contingency	\$13,205	
Capitalized Interest	\$32,000	
Debt Service Reserve Fund	\$53,000	
Underwriter Discount	\$30,000	
Total County Improvement Costs:	\$233,705	
Total Bonded Debt (Construction, Incidental, & County Costs):	\$595,000	

PART IV — ASSESSMENT ROLL

An assessment of the total amount of the costs and expenses of the improvements upon the lots and parcels of land within the District, in proportion to the estimated special benefit to be received by such parcels from the improvements, is set forth upon the following Assessment Roll filed with and made part of this Report. The assessments include expenses related to the issuance of Bonds.

The Assessment Roll lists the assessor's parcel numbers within this District by assessment I.D. number. The numbers appearing on the Assessment Roll correspond with the parcels of land and the numbers shown on the Assessment Diagram attached herein as Part IV.

ENGINEER'S REPORT
COUNTY IMPROVEMENT DISTRICT NO. 2661-M, CARROLL DRIVE SEWERS
Assessment Roll

Assessment I.D. No.	Assessor's Parcel No.	As Preliminarily Approved	As Confirmed and Approved	As Confirmed and Recorded
1	5846-021-017	\$45,769.23		
2	5846-021-018	\$45,769.23		
3	5846-021-020	\$45,769.23		
4	5846-021-021	\$45,769.23		
5	5846-021-023	\$45,769.23		
6	5846-021-025	\$45,769.23		
7	5846-021-032	\$45,769.23		
8	5846-021-033	\$45,769.23		
9	5846-021-035	\$45,769.23		
10	5846-021-036	\$45,769.23		
11	5846-021-038	\$45,769.23		
12	5846-021-039	\$45,769.23		
13	5846-021-041	\$45,769.23		
14	5846-021-903	\$0.00		

REPORT UNDER PART 7.5 OF DIVISION 4

Under the Resolution of Intention, the requirements of Division 4 of the California Streets and Highways Code shall be satisfied with Part 7.5 of said Division 4, for which the following is presented:

1. The total amount, as near as can be determined, of the total principal amount of all unpaid special assessments and special assessments required or proposed to be levied under any completed or pending assessment proceedings, other than contemplated in the instant proceedings is:

\$0

2. The total amount of the principal sum of the special assessments proposed to be levied in the instant proceedings is:

\$595,000

3. The total amount of the principal sum of unpaid special assessments levied against the parcels proposed to be assessed, as computed pursuant to paragraph 1. above, plus the principal amount of the special assessments proposed to be levied in the instant proceedings from paragraph 3. above is:

\$595,000

4. The total true value, as near as near as may be determined, of the parcels of land and improvements which are proposed to be assessed in the instant proceedings as determined by the estimated market value of the parcels as shown upon Zillow as of March 4, 2014:

\$9,473,442

5. The estimated true value of each parcel of land and improvements:

**ENGINEER'S REPORT
COUNTY IMPROVEMENT DISTRICT NO. 2661-M, CARROLL DRIVE SEWERS**

Estimated True Value

Assessment I.D. No.	Assessor's Parcel No.	Assessed Value (Assessment Roll)	True Value (Zillow) ¹
1	5846-021-017	\$290,848	\$533,501
2	5846-021-018	\$270,003	\$768,603
3	5846-021-020	\$577,186	\$756,628
4	5846-021-021	\$504,258	\$727,911
5	5846-021-023	\$657,800	\$777,332
6	5846-021-025	\$282,984	\$860,518
7	5846-021-032	\$256,626	\$728,059
8	5846-021-033	\$463,322	\$760,721
9	5846-021-035	\$66,124	\$688,359
10	5846-021-036	\$629,497	\$566,872
11	5846-021-038	\$617,823	\$771,110
12	5846-021-039	\$61,438	\$747,297
13	5846-021-041	\$35,287	\$786,531
14	5846-021-903	\$4,733	\$0

¹ "True Value" was determined using the current market value as estimated using Zillow on March 4, 2014.

PART V — DISTRICT DIAGRAMS

A Diagram showing the exterior boundaries of the District is provided in this Report as “Exhibit B” and includes all parcels that will receive special benefits from the improvements. Parcel identification, the lines and dimensions of each lot, parcel and subdivision of land within the District, are reflective of the lines and dimensions shown on the Los Angeles County Assessor's Parcel Maps as they existed at the time this Report was presented to the Board of Supervisors for the adoption of the Resolution of Intention, and shall include all subsequent subdivisions, lot-line adjustments or parcel changes therein. Reference is hereby made to the Los Angeles County Assessor's maps for a detailed description of the lines and dimensions of each lot and parcel of land within the District.

**PROPOSED BOUNDARIES OF COUNTY IMPROVEMENT DISTRICT NO. 2661-M
CARROLL DRIVE SEWERS**
COUNTY OF LOS ANGELES
STATE OF CALIFORNIA



FILED IN THE OFFICE OF THE EXECUTIVE OFFICER OF THE BOARD OF SUPERVISORS OF THE COUNTY OF LOS ANGELES, CALIFORNIA, THIS _____ DAY OF _____, 2014.

I HEREBY CERTIFY THAT THE WITHIN MAP SHOWING PROPOSED BOUNDARIES OF COUNTY IMPROVEMENT DISTRICT 2661-M, CARROLL DRIVE SEWERS, COUNTY OF LOS ANGELES, STATE OF CALIFORNIA, WAS APPROVED BY THE BOARD OF SUPERVISORS OF THE COUNTY OF LOS ANGELES AT A REGULAR MEETING THEREOF, HELD ON THE _____ DAY OF _____, 2014 BY ITS RESOLUTION NO. _____

EXECUTIVE OFFICER
BOARD OF SUPERVISORS

FILED THIS _____ DAY OF _____, 2014, AT THE HOUR OF _____ O'CLOCK _____ M. IN BOOK _____ OF MAPS OF ASSESSMENT AND COMMUNITY FACILITIES DISTRICTS AT PAGE(S) _____ AT THE REQUEST OF THE BOARD OF SUPERVISORS IN THE OFFICE OF THE COUNTY RECORDER OF THE COUNTY OF LOS ANGELES, STATE OF CALIFORNIA.

FEE: _____

INSTRUMENT NO.: _____

DEAN C. LOGAN, REGISTRAR RECORDER/COUNTY CLERK

BY DEPUTY
REGISTRAR RECORDER/COUNTY CLERK
COUNTY OF LOS ANGELES

FOR PARTICULARS ON THE LINES AND DIMENSIONS OF ASSESSOR'S PARCELS, REFERENCE IS MADE TO THE MAPS OF THE LOS ANGELES ASSESSOR, WHICH MAPS SHALL GOVERN FOR ALL DETAILS RELATING THERETO.



Legend
 IMPROVEMENT DISTRICT PARCELS
 ASSESSMENT I.D. NUMBERS

ASSESSMENT I.D. NUMBER	ASSESSOR'S PARCEL NUMBER
1	5846-021-017
2	5846-021-018
3	5846-021-020
4	5846-021-021
5	5846-021-023
6	5846-021-025
7	5846-021-032
8	5846-021-033
9	5846-021-035
10	5846-021-036
11	5846-021-038
12	5846-021-039
13	5846-021-041
14	5846-021-003

PART VI — MAXIMUM ANNUAL ADMINISTRATION COST ADD-ON

In addition to or as a part of the assessment lien levied against each parcel of land within the Assessment District, each parcel of land may also be subject to an annual administrative cost add-on to pay for costs incurred by the County, and not otherwise reimbursed, which result from the administration or registrations of bonds and/or reserve or other related funds. The maximum annual total amount of such annual administrative cost add-on for each parcel within the Assessment District shall not exceed \$500. Each parcel's share of the administrative cost add-on shall be computed based on the parcels proportional share of its annual assessment (not to exceed \$500).

**COUNTY IMPROVEMENT DISTRICT NO. 2661-M
CARROLL DRIVE SEWERS
RESOLUTION OF INTENTION
FOR THE CONSTRUCTION OF SANITARY SEWERS**

WHEREAS, residents of Carroll Drive in the unincorporated community of Altadena have requested that the County of Los Angeles (County) construct a mainline sanitary sewer system to serve their properties, which are not currently served by a sanitary sewer. In order to provide a sewer for these residents, the County Board of Supervisors (Board) of the County deems it to be in the best interest of the County to form an improvement district pursuant to the Municipal Improvement Act of 1913, Division 12, Section 10000 et seq. of the California Streets and Highways Code (1913 Act) to fund the construction of the sewer, and to issue bonds pursuant to the Bond Improvement Act of 1915, Division 10, Section 8500 et seq. of the California Streets and Highways Code (1915 Act) to finance the project, which will be secured by assessments imposed on the benefited properties.

WHEREAS, on October 4, 2011, the Board adopted a resolution instituting proceedings for the construction of sanitary sewers in Carroll Drive in the unincorporated community of Altadena, designated as County Improvement District No. 2661-M, Carroll Drive Sewers, that instructed Public Works to prepare a resolution of intention pursuant to the 1913 Act and a resolution declaring its intent to reimburse certain capital project expenditures from the proceeds of taxable or tax-exempt bonds; and

WHEREAS, it is the intention of the Board to undertake these proceedings pursuant to Article XVI, Section 19, of the Constitution of the State of California, as implemented by Part 2 of Chapter 4.56 of the County of Los Angeles Code, to determine whether the public convenience and necessity require the improvements hereinafter described. It is also the intention of the Board to comply with the Special Assessment Investigation, Limitation and Majority Protest Act of 1931, by proceeding under Division 10, Part 7.5, Section 2960 et seq. of the California Streets and Highways Code (1931 Act), and to comply with Article XIID, Section 4 of the California Constitution (Proposition 218) and California Government Code Section 53753; and

WHEREAS, the Board deems it to be in the best interest of the County to issue and sell 1915 Act Limited Obligation Improvement Bonds (the Bonds) representing the assessments, pursuant to the 1915 Act.

NOW THEREFORE, THE BOARD RESOLVES:

SECTION 1

Upon a determination by the Board after a public hearing that the public convenience and necessity require work to be done and improvement made, all in the County of Los Angeles, State of California, the Board intends to order such work and improvement made as follows, to wit:

- First: The construction of sanitary sewers and appurtenances around Carroll Drive in the unincorporated community of Altadena.
- Second: The resurfacing of the trench in the streets wherein aforementioned sanitary sewers are constructed.
- Third: All the improvements shall be made and done pursuant to the 1913 Act.

SECTION 2

The District to be benefited and to be assessed to pay the cost and expense thereof, and to be known as the County Improvement District No. 2661-M, Carroll Drive Sewers (CI 2661-M), shall be all that part of the County, having exterior boundaries as shown on a map of the district approved by the Board and endorsed with the certificate of Executive Officer-Clerk of the Board, which map is on file in the Executive Office of the Board. Reference is hereby made to the map for a full and complete description of the assessment district and the map shall govern for all details as to the extent of the assessment district.

SECTION 3

This proposed improvement was referred to the Director of Public Works, who retained Willdan Financial Services to prepare an engineer's report (Engineer's Report), in writing, in accordance with Section 10204 and 2961 of the Streets and Highways Code, and Article XIID of the California Constitution containing the following:

1. Plans and Specifications of the proposed improvements.
2. A general description of works or appliances already installed and any other property necessary or convenient for the operation of the improvement, if the works, appliances, or property are to be acquired as part of the improvement.
3. An estimate of the cost of the proposed improvement, including the cost of right of way, easements, and the cost of the incidental expenses in connection therewith, including the cost of registering the Bonds.

4. A diagram showing the boundaries of CI 2661-M, the boundaries of any zones within said district and the boundaries of each subdivision of land and/or parcel within said district, as they existed at the time of the passage of this resolution, each of which subdivisions and/or parcels shall be given a separate number upon said diagram.
5. A proposed assessment of the total amount of the cost and expenses of the proposed improvement upon the several subdivisions and/or parcels of land in said district in proportion to the estimated benefits to be received by such subdivision and/or parcel, respectively, from said improvements. Said assessment shall refer to such subdivisions and/or parcels upon said diagram by the respective number thereof.
6. A proposed maximum annual assessment upon each of the several subdivisions of land and/or parcels in the district to pay costs incurred by the County and not otherwise reimbursed which result from the administration and collection of assessments or from the administration or registration of any associated bonds and reserve or other related funds.
7. In addition, the Engineer's Report shall contain the information in accordance with Streets and Highways Code Section 2961(b):
 - (a) The total amount, as near as may be determined, of the total principal sum of all unpaid special assessments and special assessments required or proposed to be levied under any completed or pending assessment proceedings, other than the proposed assessments to be levied with respect to CI 2661-M, which would require an investigation and report under the 1931 Act against the total area proposed to be assessed; and
 - (b) The total true value, as near as may be determined, of the parcels of land and improvements within CI 2661-M, which are proposed to be assessed. Total true value may be estimated as the full cash value of the parcels as shown upon the last equalized assessment roll of the County. Alternatively, total true value may be determined by other reasonable means, including, but not limited to, by adjusting the value shown on the last equalized assessment roll to correct for deviations from market value due to Article XIII A of the California Constitution.

The Director of Public Works is hereby authorized and directed to make and file such report with the Executive Officer.

SECTION 4

At the time and place fixed for hearing protests to the proposed improvement pursuant to the 1913 Act, a public hearing will also be held, pursuant to Part 2 of Chapter 4.56 of the County of Los Angeles Code on the question whether the public convenience and necessity require the subject improvement.

Since the passage of Proposition 218 (California Constitution, Articles XIII C and XIID) by the California voters in November 1996, any new assessment is now subject to property owner approval. As a result, an assessment ballot and public hearing notice will be mailed to all owners of property within the proposed annexation boundaries that will receive a special benefit from the proposed improvements no less than 45 days prior to the public hearing, and at the public hearing, the Board will consider all protests against the proposed assessment and tabulate the ballots. After such public hearing, if the weighted ballots are in favor of the improvements and the Board determines that public convenience and necessity requires said improvement, it may order such improvement and the levying of assessments.

SECTION 5

It is thereby determined that the Bonds will be issued as registered serial or term bonds or a combination of serial and term bonds to represent unpaid assessments in the manner provided by the 1915 Act, and the last installment of the Bonds shall mature no later than 39 years from the second day of September next succeeding 12 months from their date.

The Bonds shall bear interest at a rate to be determined at the time of their sale, which rate, pursuant Section 8654 of the 1915 Act, may be a variable rate of interest, provided, however, that such rate shall not exceed twelve percent (12%) per annum. Each of the Bonds may be subject to redemption prior to its maturity on any interest payment date. The redemption premium payable upon any such redemption shall be an amount equal to three percent (3%) of the principal amount of the Bonds redeemed, provided, however, that the extent permitted by law, the Bonds may be subject to call or optional purchase at par or at any premium less than three (3%) or any combination thereof.

Pursuant to Section 6500 of the California Streets and Highways Code, the County will not obligate itself to advance available funds from the County Treasury to cure any deficiency, which may occur in the Bond redemption fund, provided, however, that nothing herein shall preclude the County from, in its sole discretion, so advancing funds either directly or pursuant to reimbursement agreement, a letter of credit or other liquidity support relating to the Bonds. The County may, by subsequent resolution borrow money in anticipation of the sale of such bonds and may issue negotiable bond anticipation notes, therefore, and may renew any such notes from time to time, all in accordance with Part 10.7 of the 1915 Act.

SECTION 6

Pursuant to Section 6460 of the California Streets and Highways Code, the principal amount of bonds maturing each year shall be other than an amount equal to an even annual proportion of the aggregate principal amount of the bonds. The amount of the principal of the bonds maturing each year plus the amount of interest payable in that year will be an aggregate amount that is approximately equal each year, except for the moneys falling due on the first series of the bonds, which shall bear interest to the date when first interest is payable on the bonds, provided, however, that if the bonds are issued as variable rate term bonds, they shall have such terms as are established by resolution of the Board. The bond may be issued from time to time in series as determined by resolution of the Board.

SECTION 7

It is the opinion of the Board that the public interest will not be served by allowing the property owners to take the contract for the work to be done under these proceedings.

SECTION 8

After completion of this improvement and the payment of all claims from the improvement fund, the amount of the surplus, if any, remaining in the improvement fund by reason of the assessment and any supplemental assessment levied for said improvement shall be used: (a) for transfer to the general fund of the County of Los Angeles provided that the amount of the surplus does not exceed One Thousand and 00/100 Dollars (\$1,000.00) or five percent (5%) of the total amount expended from the improvement fund, whichever is less; or (b) if the amount of the surplus is greater than that allowed under (a), then as a credit upon the assessment and any supplemental assessment, in the manner provided in Section 10427.1 of the Streets and Highways Code, provided, however, that if no supplemental assessment has been levied, the entire amount of the surplus shall be applied as a credit to the assessment; or (c) for the maintenance of the improvement. If any surplus results for the reasons stated in Section 10427.5 of the Streets and Highways Code, such surplus shall be disposed of as provided in the Section.

SECTION 9

The bonds shall be serviced by the County Treasurer and Tax Collector or a designated paying agent. The provisions of Part 11.1 of the 1915 Act providing an alternative procedure for payment in full of assessments and advance retirement of the bonds shall apply, provided, however, that except as otherwise provided in Part 11.1, Part 8 and 11. of the 1915 Act shall apply.

Pursuant to Section 6403 of the California Streets and Highways Code, the Bonds proposed to be issued in this resolution may be refunded. The conditions under which such bonds may be refunded shall be as determined by the Board and in accordance with the refunding provisions set forth in the bond indenture to be executed in connection with the issuance of the Bonds. The refunding bonds shall bear interest at a rate not to exceed the lesser of twelve percent (12%) per annum or the maximum rate of interest permitted by law on the date of their issuance. The last maturity of the refunding bonds shall be a date to exceed 39 years from the refunding of the Bonds and shall be done on a pro rata basis.

Pursuant to Section 6480 of the California Streets and Highways Code, the unpaid assessments shall be payable in semiannual installments corresponding in number and proportionate amount to the number of installments and principal amounts of bonds maturing or becoming subject to mandatory prior redemption in each year pursuant to Section 6441. An annual proportion of each assessment shall be payable in each fiscal year preceding the date of maturity or mandatory prior redemption date of each of the Bonds, which have been issued sufficient to pay the Bonds when due. The annual interest on the assessments shall be payable in the same manner and at the same time and in the same installments as the general taxes of the County on real property are payable, and the assessment installments and the annual interest on the assessment shall be payable and become delinquent at the same times and in the same proportionate amounts and shall bear the same proportionate penalties and interest after delinquency as do the general taxes on real property on of the County.

[illegible]

The foregoing resolution was adopted on the 8th day of April, 2014, by the Board of Supervisors of the County of Los Angeles and ex-officio of the governing body of all other special assessments and taxing districts, agencies, and authorities for which said Board so acts.



SACHI A. HAMAI
Executive Officer of the
Board of Supervisors of the
County of Los Angeles


By


Deputy

APPROVED AS TO FORM:

JOHN F. KRATTLI
County Counsel

By


Deputy

**COUNTY IMPROVEMENT DISTRICT NO. 2661-M
CARROLL DRIVE SEWERS PROJECT
UNINCORPORATED COMMUNITY OF ALTADENA
RESOLUTION SETTING TIME AND PLACE FOR HEARING**

WHEREAS, proceedings have been instituted for the construction of a sanitary sewer mainline in Carroll Drive in the unincorporated community of Altadena and formation of County Improvement District No. 2661-M, Carroll Drive Sewers (CI 2661-M) under the provisions of Division 12 (commencing with Section 10000) of the California Streets and Highways Code (Municipal Improvement Act of 1913); and

WHEREAS, the Resolution of Intention for this improvement was duly adopted by the Board of Supervisors of the County of Los Angeles, State of California, on the 8th day of April 2014; and

WHEREAS, the Engineer's Report called for in said Resolution of Intention has been duly prepared and filed with the Executive Officer-Clerk of the Board of Supervisors; and

WHEREAS, the Engineer's Report has been presented to and duly considered by this Board on the 8th day of April 2014.

NOW, THEREFORE, THE BOARD RESOLVES:

That the 27th day of May 2014, at the hour of 1:00pm of said day, is the day and hour and the Hearing Room of the Board of Supervisors, Room 381, Kenneth Hahn Hall of Administration, 500 West Temple Street (corner of Temple Street and Grand Avenue), Los Angeles, California 90012, is the place fixed by the Board for conducting a public hearing and hearing protests in relation to the proposed improvement.

That at the time and place herein fixed for hearing protests to the proposed assessment, a public hearing will also be held, pursuant to Part 2 of Chapter 4.56 of the County of Los Angeles Code on the question whether the public convenience and necessity require the subject improvement, and pursuant to Article XIID Section 4 of the California Constitution and Section 53753 of the Government Code on the proposed special assessment, and to consider all protests against the proposed assessment.

At any time prior to the conclusion of the public testimony at the hearing, any ballot previously filed may be changed or withdrawn. At the conclusion of the hearing, the ballots shall be tabulated using the weighted tabulation according to the proportional financial obligation of the affected property. If a majority protest exists, then CI 2661-M will not be formed and the special assessments will not be imposed. A majority protest exists if ballots in opposition to the assessment exceed ballots in support.

The Director of Public Works or her designee is hereby directed to mail notices of said hearing and assessment ballots at least 45 days before the date set for the hearing, to all persons owning real property proposed to be assessed, whose names and addresses appear on the last equalized assessment roll for County taxes prior thereto or as known to the Executive Officer-Clerk of the Board of Supervisors, all in accordance with the provisions of Section 53753 of the California Government Code.

The foregoing resolution was adopted on the 8th day of April 2014, by the Board of Supervisors of the County of Los Angeles and ex-officio of the governing body of all other special assessments and taxing, agencies, and authorities districts for which said Board so acts.



SACHI A. HAMAI
Executive Officer of the
Board of Supervisors of the
County of Los Angeles

By


Deputy

APPROVED AS TO FORM:

JOHN F. KRATTLI
County Counsel

By


Deputy

**COUNTY IMPROVEMENT DISTRICT NO. 2661-M
CARROLL DRIVE SEWERS PROJECT FOR THE
CONSTRUCTION OF SANITARY SEWERS RESOLUTION
CONFIRMING ASSESSMENT AND ORDERING IMPROVEMENTS MADE**

WHEREAS, the Board of Supervisors (the Board) of the County of Los Angeles, State of California, did on _____ 2014, adopt a Resolution of Intention under the Municipal Improvement Act of 1913, Division 12, Section 10000 et seq. of the California Streets and Highways Code (1913 Act) for the construction of sanitary sewers on Carroll Drive in the unincorporated community of Altadena and formation County Improvement District No. 2661-M, Carroll Drive Sewers (CI 2661-M); and

WHEREAS, an engineer's report (the Engineer's Report) prepared pursuant to the 1913 Act and Article XIID, Section 4 of the California Constitution (Proposition 218), has been presented to and considered by this Board. The Engineer's Report includes, among other things, a diagram showing the properties that will be subject to the special assessment; the method of calculating special benefit to each parcel and assessment imposed on each benefited parcel and the maximum assessment to be imposed; and

WHEREAS, on April 17, 2013, a public meeting was conducted to receive additional public comments regarding the proposed improvement; and

WHEREAS, due notice of the time and place for hearing objections or protests to the proposed improvement and to the making of a finding and determination by the Board, pursuant to the 1913 Act and Part 2 of Chapter 4.56 of the County of Los Angeles Code has been published and posted as required by law, and notice of said hearings and assessment ballots have been mailed to the property owners in accordance with Proposition 218 and Section 53753 of the California Government Code; and

WHEREAS, on _____ 2014, a public hearing was held in the manner required by the 1913 Act, Part 2 of Chapter 4.56 of the County of Los Angeles Code, and Section 53753 of the California Government Code and Proposition 218; and

WHEREAS, the Proposition 218 ballots of the property owners have been tabulated and it has been determined that the majority of ballots weighted by respective assessments are in favor of the assessments and the improvements; and

WHEREAS, this Board has heard and considered all objections or protests in relation to the proposed improvement and to determination of finding of public convenience and necessity.

NOW, THEREFORE, BE IT RESOLVED by the Board of Supervisors of the County of Los Angeles:

1. That the Board hereby finds and determines that the public convenience and necessity require the proposed improvements and, therefore, pursuant to Article XVI, Section 19 of the Constitution of State of California in accordance with Part 2 of Chapter 4.56 of the County of Los Angeles Code, the provisions of law and debt limitation and majority protests shall not apply.
2. That the Engineer's Report, the proposed assessments, and the assessment diagram are hereby confirmed.
3. That the improvements be made in accordance with the Amended and Restated Resolution of Intention and Engineer's Report for County Improvement District No. 2661-M.
4. That the total amount of the principal sum of all unpaid special assessments levied against the parcels proposed to be assessed, as computed pursuant to Section 2961(b)(1) of the California Streets and Highways Code, plus the principal amount of the special assessment proposed to be levied in the instant proceedings, do not exceed one-half of the total value of the parcels proposed to be assessed, as computed pursuant to Section 2961(b)(2) of the California Streets and Highways Code.
5. That the County Treasurer and Tax Collector is hereby authorized and directed to establish a special fund account to be known as the Improvement Fund for County Improvement District No. 2661-M.
6. That the assessment is hereby levied upon the respective subdivisions of land in the Assessment District.

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The foregoing resolution was adopted on the _____ day of _____, 2014, by not less than a four-fifth vote of all members of the Board of Supervisors of the County of Los Angeles and ex-officio of the governing body of all other special assessments and taxing districts, agencies, and authorities for which said Board so acts.

SACHI A. HAMAI
Executive Officer of the
Board of Supervisors of the
County of Los Angeles

By _____

APPROVED AS TO FORM:

JOHN F. KRATTLI
County Counsel

By Julia Weisman
Deputy

INSTRUCTION SHEET FOR PUBLISHING
LEGAL ADVERTISEMENT

TO: Executive Officer-Clerk of the Board
Board of Supervisors
County of Los Angeles

FROM: Department of Public Works
Programs Development Division

NOTICE OF HEARING
COUNTY IMPROVEMENT DISTRICT NO. 2661-M, CARROLL DRIVE SEWERS

Please give notice of the public hearing in the form and manner specified in Section 4.56.110 of the County of Los Angeles Code by publishing before the public hearing the attached notice of public hearing in the Pasadena Star-News, a newspaper published and circulated in the County of Los Angeles, which is hereby designated for that purpose, such publication to be completed not less than 10 days prior to the date of said hearing. Costs for publication should be charged to PCA No. X8509551 (Fund A01).

If you have any questions, please contact Mr. Issa Kattan, Programs Development Division, Environmental Planning and Assessments Section, at (626) 458-3938.

Attach.

NOTICE OF PUBLIC HEARING

NOTICE OF PROPOSED FORMATION OF COUNTY IMPROVEMENT DISTRICT NO. 2661-M, CARROLL DRIVE SEWERS, FOR CONSTRUCTION OF SEWERS AND LEVY OF ASSESSMENTS ON PROPERTIES BENEFITED THEREBY

Notice is hereby given that on _____, 2014, the Board of Supervisors of the County of Los Angeles, State of California (Board), adopted a Resolution of Intention regarding the formation of County Improvement District No. 2661-M, Carroll Drive Sewers, for the construction of sanitary sewers and the levying of assessments to the benefited property owners in the unincorporated County area located in the vicinity of Altadena. These proceedings are pursuant to the Municipal Improvement Act of 1913, California Streets and Highways Code Section 10000 et seq.

On _____, 2014, the Board also adopted a resolution setting a public hearing to find and determine whether the public convenience and necessity require the subject improvements and to consider all protests to the formation of the improvement district and the levying of assessments. This hearing will be held on Tuesday, _____, 2014 at 9:30 a.m., in the Hearing Room of the Board of Supervisors, Room 381B, Kenneth Hahn Hall of Administration, 500 West Temple Street (corner of Temple Street at Grand Avenue), Los Angeles, California 90012. In accordance with Article XIID, Sec. 4, of the California Constitution and California Government Code Section 53753, notice of this public hearing and assessment ballots were also sent to the record owners of all properties that may be required to pay the proposed special assessment.

After the Board makes a finding of public convenience and necessity and if there is no majority protest against the proposed special assessment, the proposed improvements may be ordered without further debt limitation or majority protest proceedings.

The location of County Improvement District No. 2661-M is shown on the attached map. The assessments are being proposed to pay for the design and construction of sanitary sewers, and to reimburse the County of costs incurred during the engineering and planning phases of the project, incidental expenses associated with the administration of the district, and related bond financing costs.

The proposed assessments for County Improvement District No. 2661-M are set forth in an Engineer's Report, which is on file and available for public review in the Executive Office of the Board of Supervisors, Room 383B, Kenneth Hahn Hall of Administration, 500 West Temple Street (corner of Temple Street at Grand Avenue), Los Angeles, California 90012.

For further information, please contact Mr. Issa Kattan at (626) 458-3938 or ikattan@dpw.lacounty.gov.

Auxiliary aids and services for disabled persons are available with at least three business days notice before the public hearing date by calling (626) 458-4081 or TTD (626) 282-7829.

The foregoing notice is given by order of the Board of Supervisors for the County of Los Angeles, State of California.